## Innovative Creativity

How to deliver measurable values fast.

#### **Tom Gilb**

tom@Gilb.com www.Gilb.com

Bærum Innovation Hub, https://www.binthub.com 4th April 2019 16:00 to 19:00 Meetup Talk and Workshop

**COPY OF SLIDES** 

https://www.dropbox.com/s/kw08jepab3laq1h/Innovative%20Creativity%20Talk%20COPY%20050419.pptx?dl=0

'Innovative Creativity', digital book

https://www.gilb.com/offers/FnExtaw9
FREE GIFT REVIEW COPY FOR YOU ALONE. NO COUPON
CODE REQUIRED.

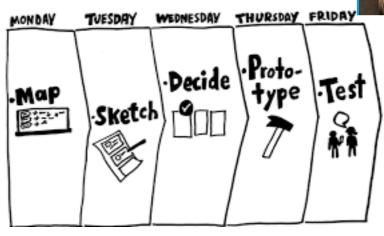


## Our Promised Content

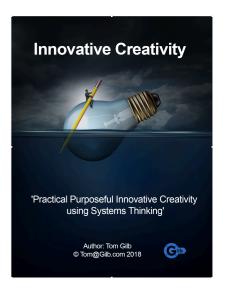
<u>Customer Value</u>: "probably complex but not now" – Type: Elementary ? Objective.

- Ambition: <customer delighted long term> <- Vesa (Founder) 18.3.14</li>
- Scale: % of defined [Customers/Users/Institutions] who retain or improve on defined [Delight Level] for defined [Periods]
- Meter [Universities, Introduction Year] Sampling surveys at least 20% of Users
- Creating Competitive Value G1:Goal [Institution = University, Mode = Virtual, Subject = Maths, Size = 100,000, Funding = For Profit, Users = Students, Deadline = By End 2015 ??, Market = Saudi ] at least 90% ?? <- SWAG TG
  - Tolerable [Institution = University, Mode = Virtual, Subject = Maths, Size = 100,000, Funding = For Profit, Users = Students, Deadline = By End 2015 ??, Market = Saudi ] at least 70% ?? <- SWAG TG
- Creating Competitive Value Visions, quantitatively
- Evaluating Designs in Multiple
   Value and Cost Dimensions
- Decomposing 'too big', to 'priority immediate value' delivery'.
- Case studies: startup winning \$1,000,000 by clear thinking
- An advanced 'Design Sprint' for grownups.
- A free 'Innovative Creativity' booklet for participants.











## Elon Musk's Objectives

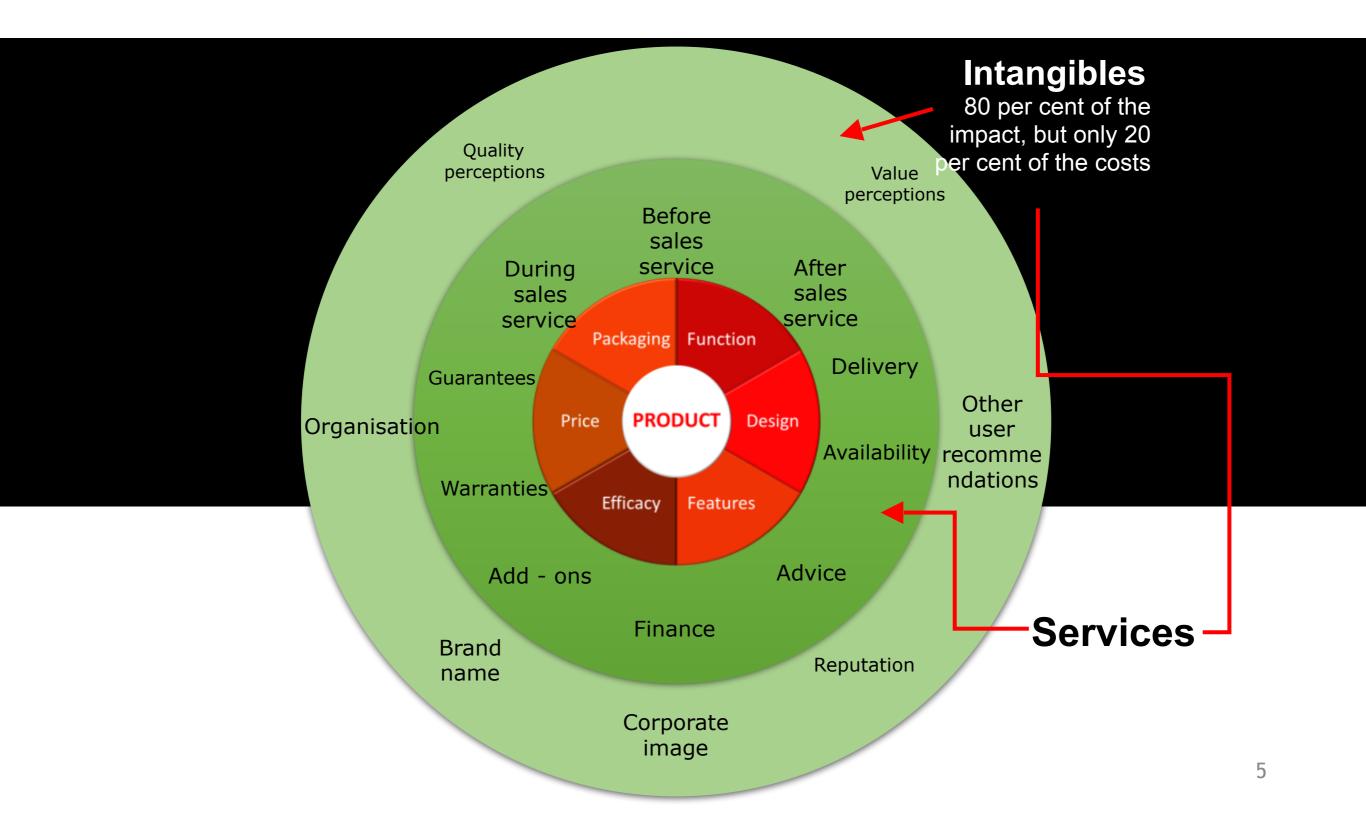


- Save Human Race
  - Move Humans to Mars
- Save the Earth
- Reduce Bad Emissions
- Solar Energy
- Energy Storage
- Force Auto Electrification
- Cheaper Attractive El-cars
- Car designed for manufacturing
- Car designed for extreme safety

https://www.youtube.com/watch?v=u0-pfzKbh2k

- Hierarchy of Objectives
- Lower short-term objectives support upper longer-term objectives
- Usually clear about roadmap, numbers, dates
- Track record of accomplishing





## Startup Failure and Causes

#### STARTUP FAILURE RATE **STATISTICS**

- Of all small businesses started in 2014:
  - 80 percent made it to the second year (2015);
  - 70 percent made it to the third year (2016);
  - 62 percent made it to the fourth year (2017);
  - 56 percent made it to the fifth year (2018). (<u>only</u> 27% in NOR)
- Given those numbers, a bit more than half of all startups actually survive to their fourth year, while the startup failure rate at four years is about 44 percent.

- 1. Top 10 causes of small business failure:
- No market need: 42 percent;
- Ran out of cash: 29 percent;
- Not the right team: 23 percent;
- Got outcompeted: 19 percent;
- **Pricing / Cost issues: 18** percent;
- **User un-friendly product:** 17 percent;
- **Product without a business** model: 17 percent;
- 8. Poor marketing: 14 percent;
- **Ignore customers: 14** percent; and
- 10. Product mistimed: 13 percent.



### Creating Competitive Value Visions, quantitatively

- The core of your effort must be, the *critical few* value requirements
- they must be quantified,
   no exceptions
  - (clarity, tracking, responsibility, motivation, sync with designs, priority)
  - More detail: see your 'Innovative Creativity' book Chapter 1 "Setting Creativity Objectives"

**Next Generation** 

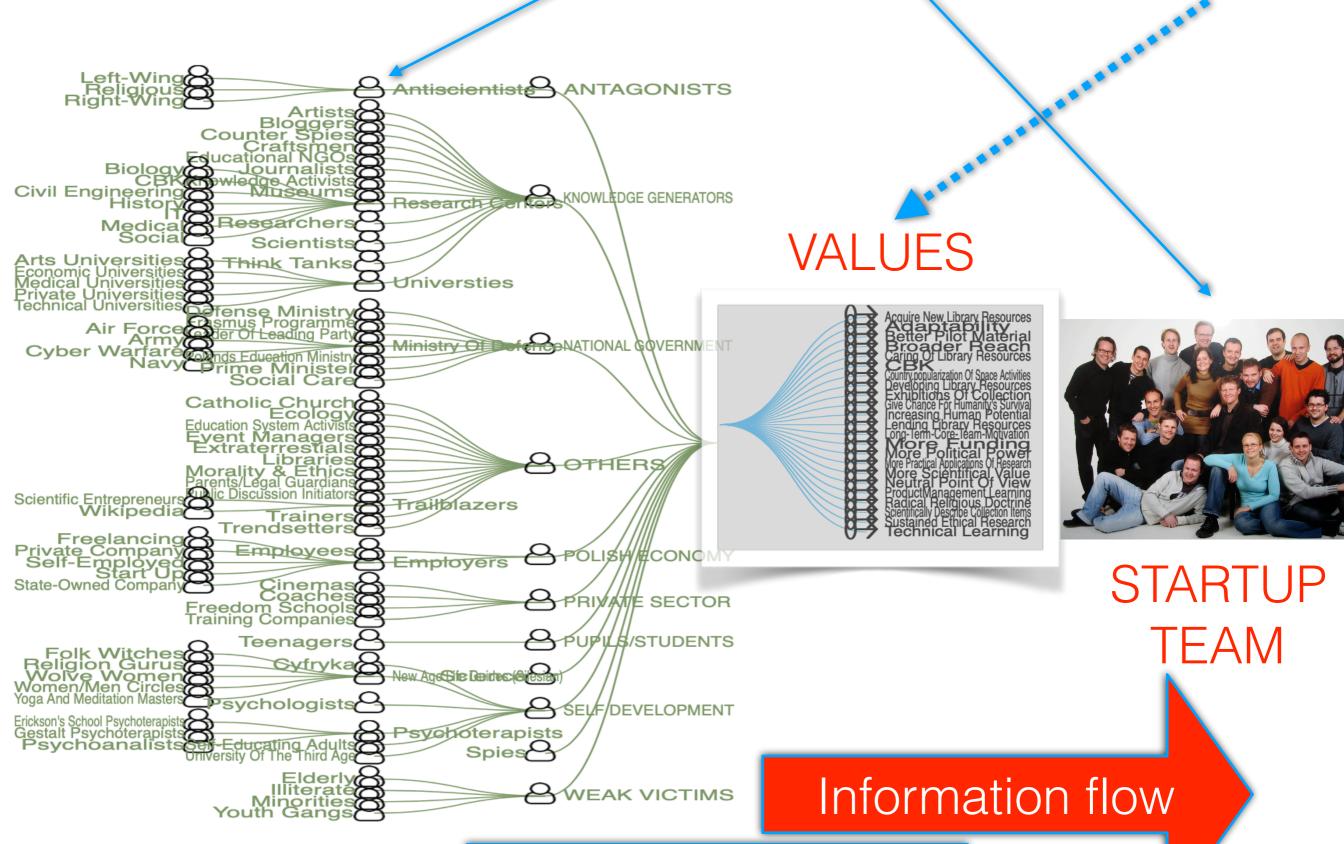
**Learning Platform** 

We are the future of online learning

#### Real 'Critical Values'

- <u>Effectiveness</u>: Understand the Effectiveness of their Teaching
- Drop Out Rate:
- Profitability:
- Scope: of content
- Employability:
- <u>Distance Capability</u>:
- Tool Real Deployment:
- <u>Visibility of Learning:</u> Transparency
- Ranking Effect:
- Collaboration Capability:
- Competitive
   Differentiation:
- Personal Adaptability:
- User Experience:
- <u>Usability:</u>

Source: Triba/<u>claned.com</u> Startup Helsinki 2014 The KEY to the Stakeholder/Startup Relationship are Stakeholder Values

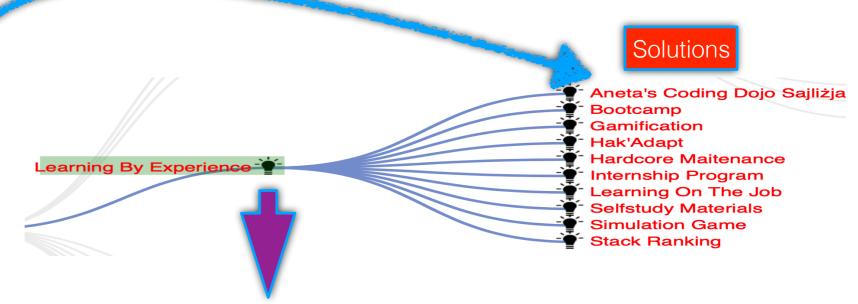


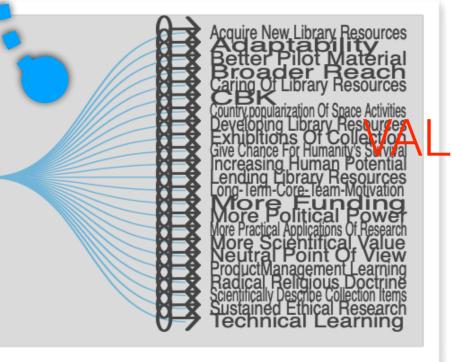
STAKEHOLDERS

#### Value Requirements -> Solutions -> Values to Stakeholders

#### STARTUP TEAM



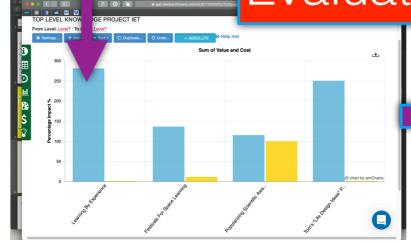






Stakeholders

- 1. The quantified stakeholder value set is input to the development team.
- . The team suggests solutions, that they hope will deliver the value levels.
- 3. The solutions are evaluated initially on the Value Table,
- 4. and when prioritized (based on value, costs, risks),
- 5. the team will attempt to deliver the solutions to stakeholders
- 6. after which we will measure actual values, costs, and possibly
- 7. decide to change the solutions to better deliver values, at lower costs, before
- 8. repeating the changed solutions for better effects,
- 9. or scaling up (using the solutions more extensively)



#### Real Startup Example of Quantification of A Critical Value (Triba, claned.com)

- Competitive Differentiation
- Type: Complex Top Level University Objective
  - Version: 18.03.2014 11:38
  - Owner: CEO (Mervi)
  - Ambition: "disrupt the education industry" <- Vesa (Founder) 18.3.14
  - Includes: <subattributes>
    - Market Penetration Rate:
    - User Growth Rate:
    - Relative Share Price:
    - Bottom Up Adoption:
    - Education Policy Changes:
    - Change of Education Methods:
    - AND ...

They said:

If we had done this 6 months ago, we would have saved the last 6 months wasted effort.

• <u>Customer Value</u>: "probably co

( ) biective

If this seems 'complicated' to you, it took about 1 hour to do, consider the alternative:

6 months wasted effort for the startup.

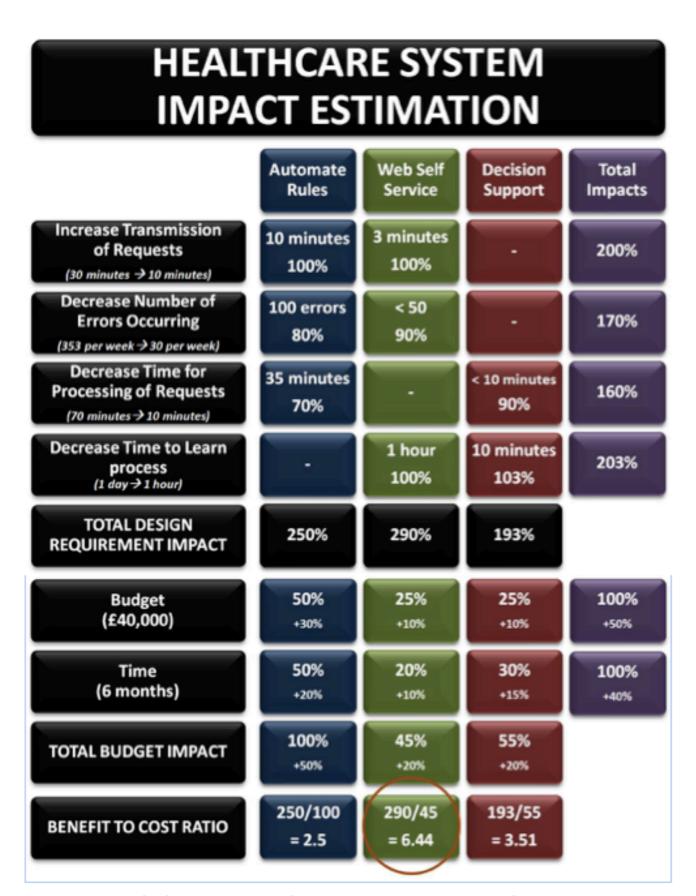
Some people would rather fail in their startup (56%/4 years actually

than to take the intellectual effort to succeed

#### **Evaluating Designs in Multiple Value-and-Cost Dimensions**

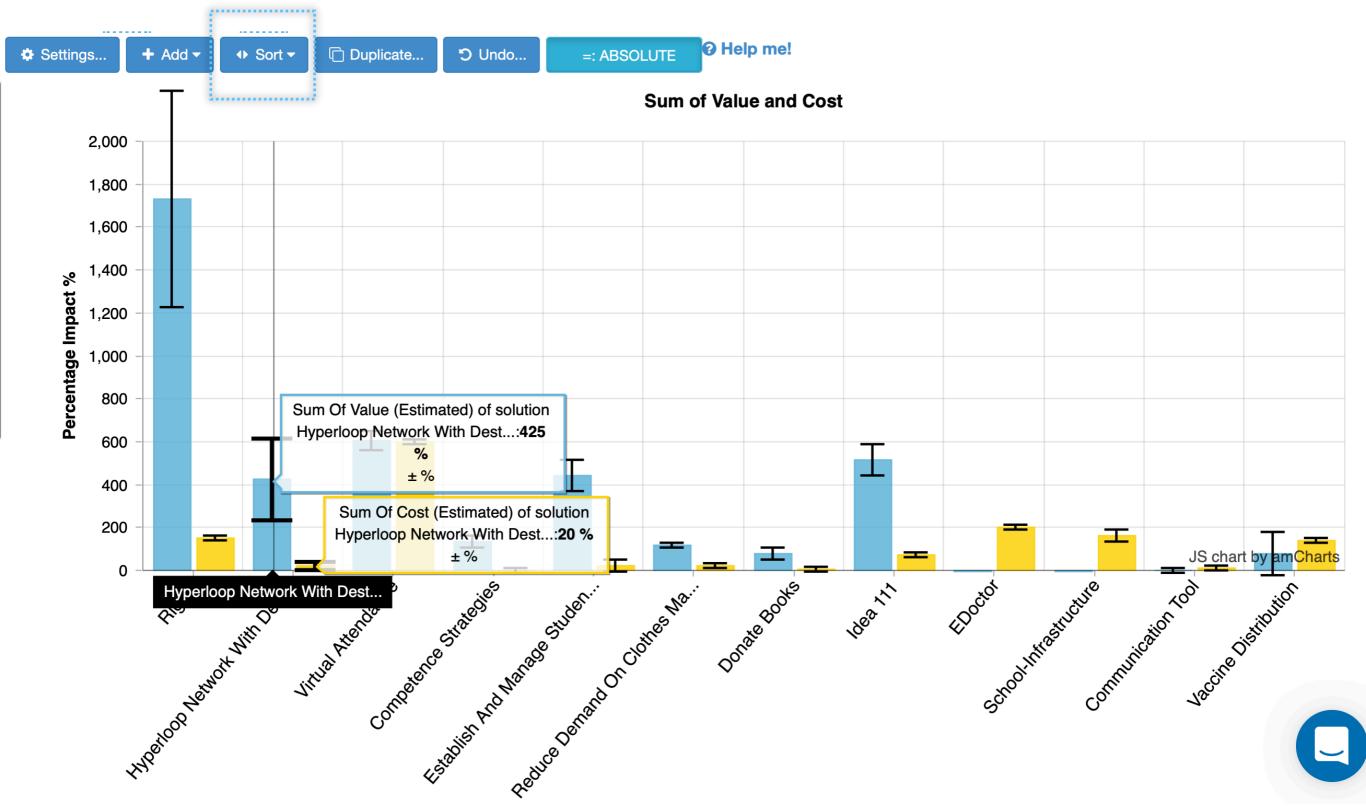
- All potential design ideas need to be evaluated quantitatively
- their impact on your value requirements
- and their costs
- Why? \*
  - reduce failures
  - get results faster
  - agile prioritization
  - learning step by step
  - More detail: see your Innovative Creativity book Chapter 5 "Evaluating Strategies... using Impact Estimation Tables"

<sup>\*</sup> claims based on documented experiences such as at Confirmit, NHS and others.



Real NHS Case: Man-Chie Tse & Ravinder Singh Kahlon see slide notes for links. Gilbfest slides.

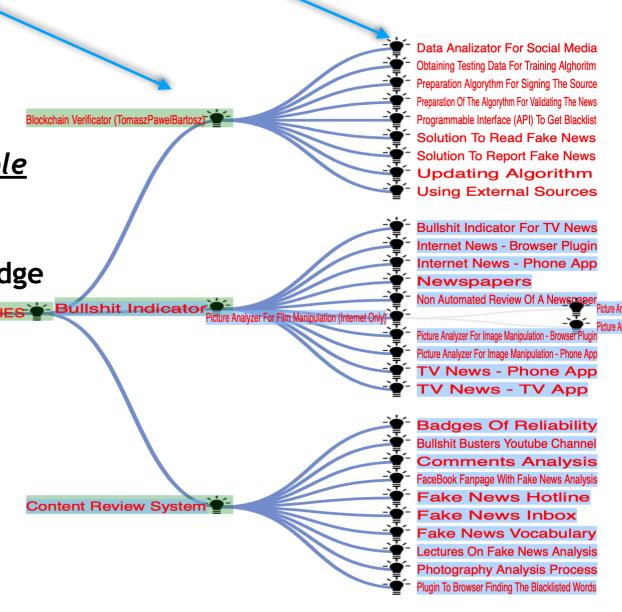
#### Presenting 'Design Value-and-cost impacts', with risks



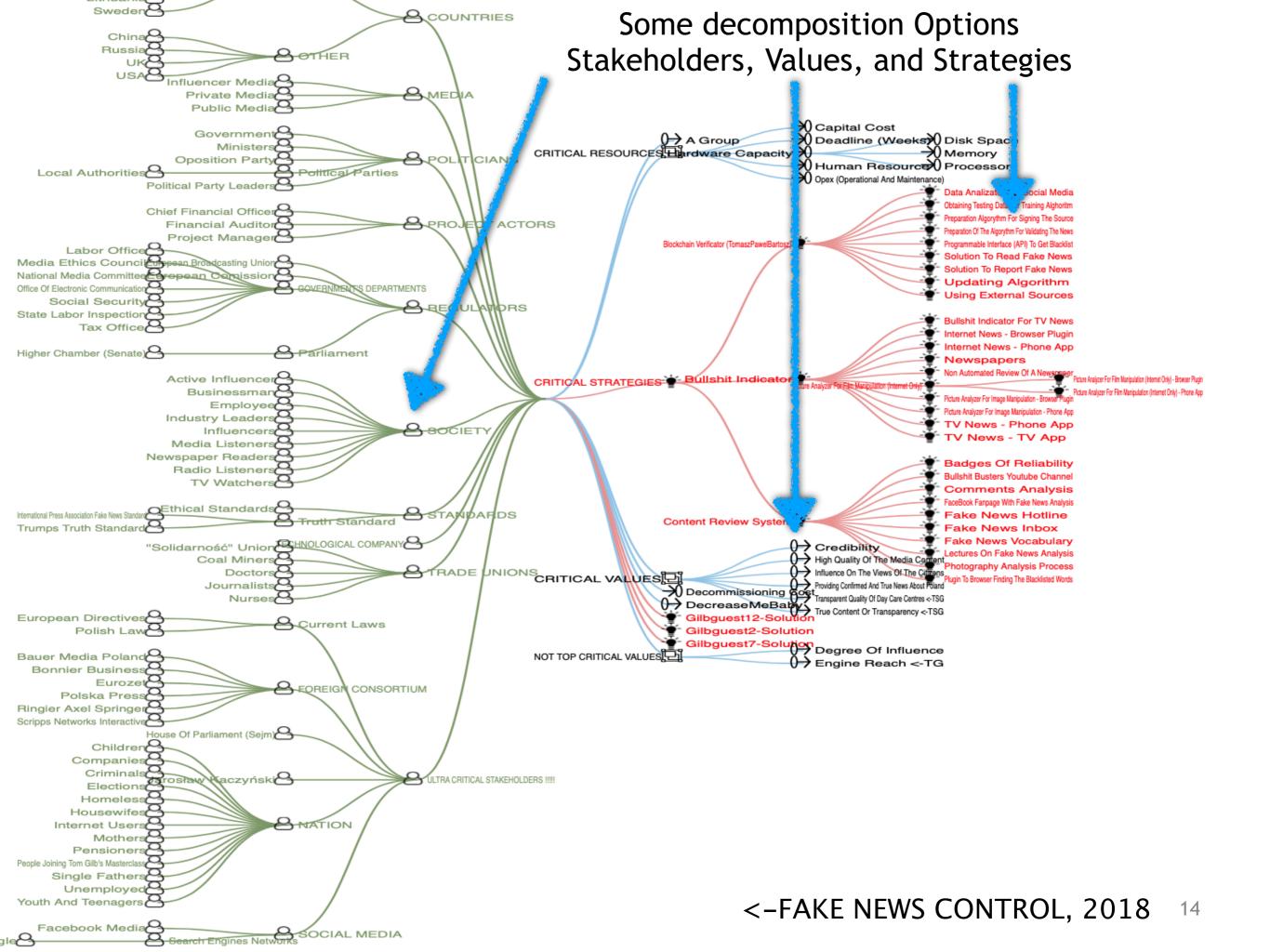
The bar chart is from 2017 OSWA Workshop and using tool <u>needsandmeans.com</u>, Project called = Global Education and Health Sorted by High Value/cost wrt worst case

#### Decomposing 'too big', to 'priority immediate value delivery'.

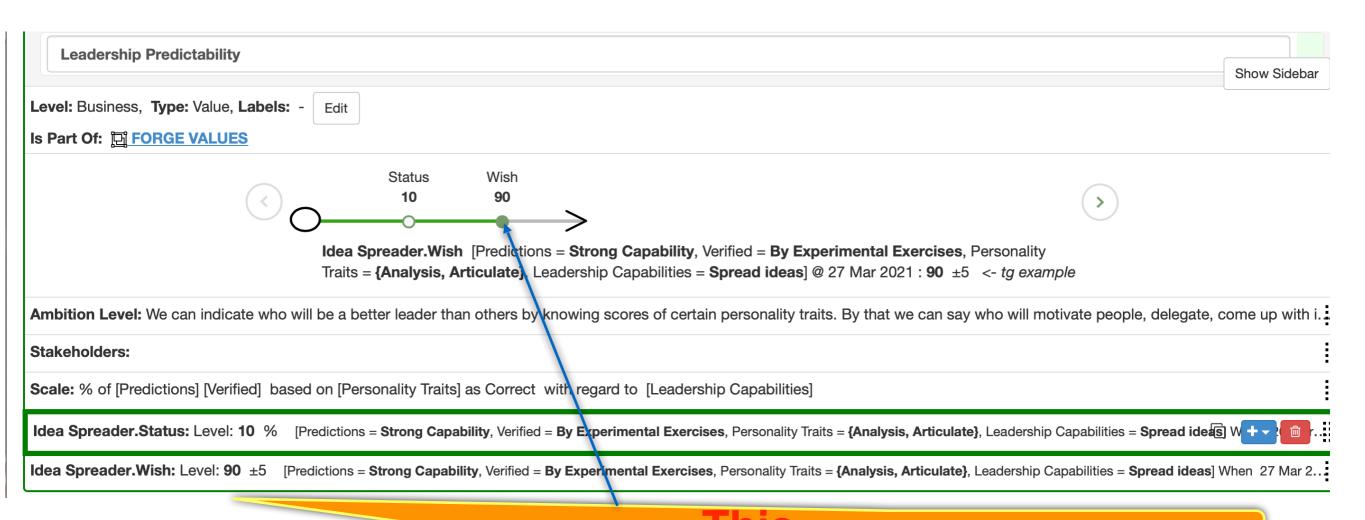
- all 'big designs' can and should be decomposed into small (weekly) implementations
- the *most critical* values/costs designs should be implemented *early*
- if you do not know how to do this, it is a <u>teachable</u> <u>discipline\*</u>.
  - Smart people can do it without being taught:
  - perseverance, imagination, and domain knowledge works well.
- Why?
  - -values/costs should be very good *immediately*
  - -failed ideas can be corrected early ('lean')
  - -visible results for shareholders/funders
  - -clear value/money attracts capital investment
  - -learning fast, and 'tuning forward plans' fast
  - 'startup-on-shoestring' is possible
  - -sub-contractor control value/money
  - -19/20 startup failure is structurally impossible
    - if you shut down, after failed delivery steps
- \* <a href="https://tinyurl.com/VPDecomposition">https://tinyurl.com/VPDecomposition</a>
- \* and 'Innovative Creativity' book Chapter 6, "Decomposition"



<-FAKE NEWS CONTROL, 2018



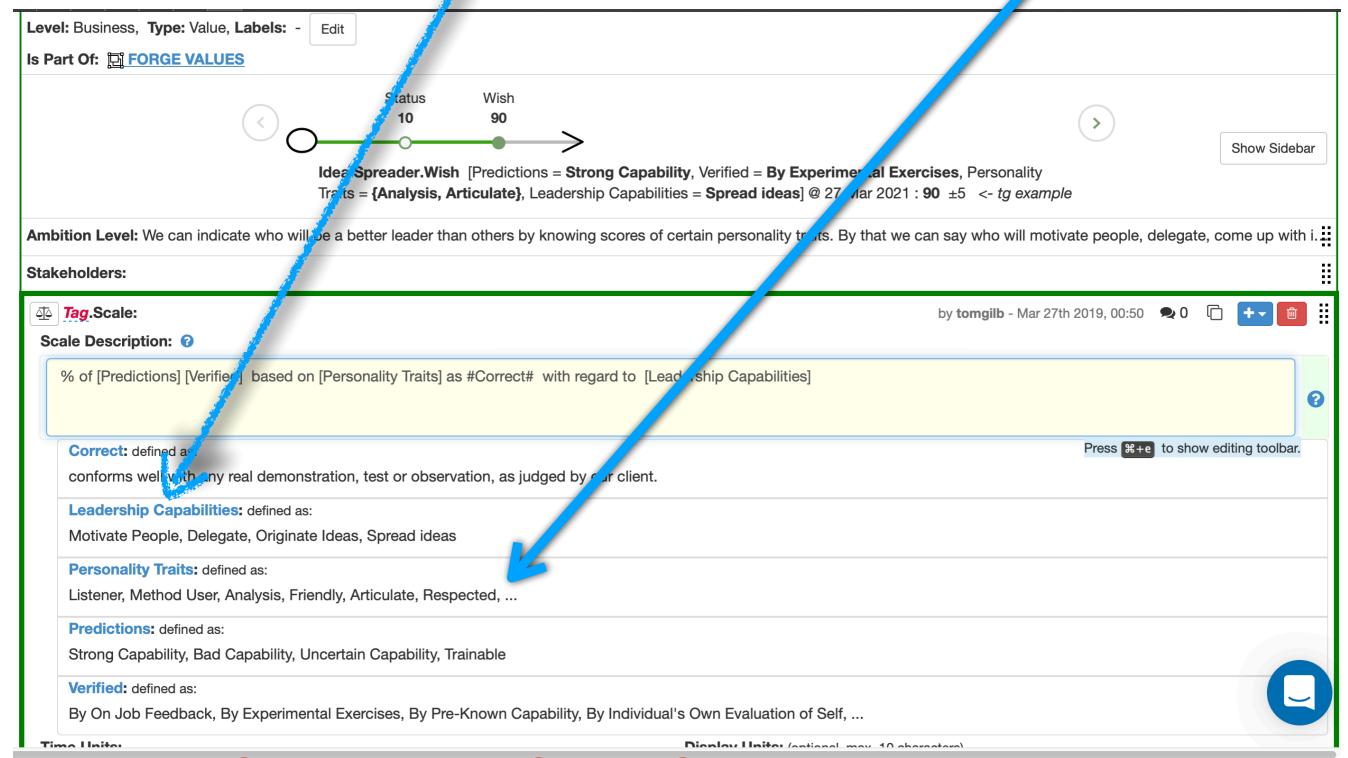
# Decomposition of a <u>Value</u>, by using 4 'Scale Parameters'



#### Inis

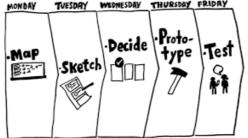
target is a narrow slice but a critical slice of value delivery

# "Leadership Predictability" scale parameters, with sub-dimensions. a decomposition technique, value level



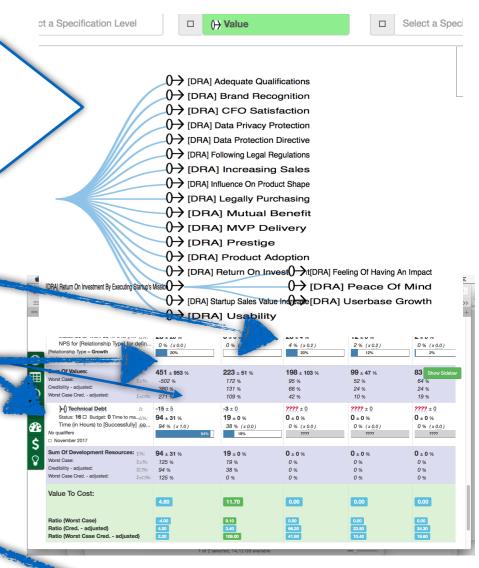
source: Cognition Forge Startup Oslo March 2019, example

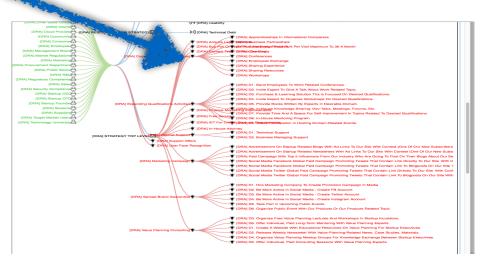
#### An advanced 'Design



### Sprint' for grownups.

- The Startup Week\*. Agile Value Delivery
- Monday
  - Quantify critical stakeholder values
- Tuesday
  - Identify top 10 strategies or designs to each the values
- Wednesday
  - Rate strategies versus values and costs, and risks on an Impact Table
- Thursday
  - Decompose best strategy, and rate value/costs of details to choose next week's value delivery
- Friday
  - meet with managers to get OK
- Next week (and every week later)
  - deliver some measurable stakeholder value
  - measure results, costs
  - learn about problems early
  - adjust designs for future
- \* see 'Polish Export' examples in 'Innovative Creativity' book chapter 9. Done over 2 days with 60 people in 20 teams. Warsaw, Startberry (startup Incubator)





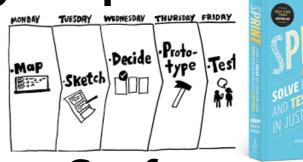
Project Startup versus Design Sprint

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ne	□ □ □ □ □ Serson	ETJar,dunn	ries - Google Drive	ET for Dummies 2018_Karowice.doox - Google		
<b>a</b>	(i) Mutual Benefit & Status: 30 Cl. Web: 80 NPS for (R., 25%). NPS for [Relationship Type] for defin [Pelationship Type = Grewth D. 17th November 2017	10 a 10 20 ± 20 % 0 % (x 0.0)	0 ± 0 % 0 ± 0 % 0 % (x 0.0)	10 ± 2 20 ± 4 % 4 % (x 0.2)	6 ± 0 12 ± 0 % 2 % (x0.2)	1 ± 0 2 ± 0 % 0 % (± 0.0)
์ ≣ อ	Sum Of Values:         X%:           Worst Case:         Xx66:           Credibility - adjusted:         XXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXX	451 ± 963 % -602 % 380 % 271 %	223 ± 51 % 172 % 131 % 109 %	198 ± 103 % 95 % 66 % 42 %	99 ± 47 % 52 % 24 % 10 %	83 Show Storbar 64 % 24 % 13 %
iii Be S	→ Technical Debt & Status: 16 □ Sudget: 0 Time to ma(%): Time (in Hours) to [Successfully] .co No qualifies □ November 2017	-15±5 94±31 % 94% (x1,0)	-3±0 19±0% 38% (x00)	7777 ± 0 0 ± 0 % 0 % (x 0 0)	7777 ± 0 0 ± 0 % 0 % (x0.0)	7777 ± 0 0 ± 0 % 0 % (x 0.0) 7777
<b>?</b>	Sum Of Development Resources: TNC Want Case: X AVC Credibility - adjusted: XXXX Wont Case Cred adjusted: XXXXX	94 ± 31 % 125 % 94 % 125 %	19 ± 0 % 19 % 38 % 0 %	0±0% 0% 0%	0±0% 0% 0%	0 ± 0 % 0 % 0 %
	Value To Cost:	4.80	11.70	0.00	0.00	0.00
	Ratio (Worst Case) Ratio (Cred adjusted) Ratio (Worst Case Cred adjusted)	4.00 4.00 2.30	140	0.00 66.20	23.00	0.00 24.30

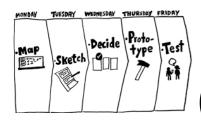
Planguage Evo

- Engineering Based
- Systems Applicable (UX)
- All Values Quantified
- Risk Mgt (±.Cred, Prty)
- Scale-Free
- Decades of Experience
- Research Published: HP
- Many publ.Case Studies
- AI Prioritization Val/€
- Design estimates V&€
- Actual incr. measures
- Digital Planning Long-Term gilb.com/dl568





- Programming Craft
- Software & UI Limited
- Values Not Quantified
- No Explicit Risk Mgt.
- Not proven large scale
- Hot new idea
- No known research
- Few find cases, yet
- Role player decides pri.
- No estimates
- Dodgy Prototype



## Design Sprint 'Claimed Benefits' <-Jake of course YOU are skeptical, and know this.)



8 incredible Design Sprint benefits for your business

Here are the 8 amazing Design Sprint benefits you get in your business by employing this methodology of Google:

1. Design Sprint helps you save time and money

Design Sprint is designed to work quickly and intensely to get a solution to a business problem through design.

By using Design Sprint you reduce the time you spend on the design process and the process of defining your product, going from months to days

This is a great benefit because you save a lot of time and money and allows you to define a validation plan based on the feedback from your users.

#### 2. Design Sprint Quickly Reduces Product Development Cycles

Derived from the above, development times are dramatically reduced, as Design Sprint work on a connecting problem with the solution. This helps you to test whether an idea works or not, without developing products with very long production cycles (Idea, Design, Approve, Develop, Launch and Validate).

#### With the Design Sprint you become a more agile organization

Before investing in the development of your product or a new functionality that requires an expensive process you can dedicate 5 days so that the team understands the problem that your company is facing, designing the solutions, creating a functional prototype and validating your ideas in a matter of hours. Becoming a more agile organization.

#### 3. Real feedback with Design Sprint

Knowing the feedback of your product is fundamental to developing successful products. Many times when we get this information is when we have finished the project.

With the Design Sprint, you know firsthand and quickly the real feedback from your customers. This feedback is crucial because it helps you improve your product or service at the same time you design it

On the other hand, your team is actively working on the process, as the production cycle involves different sources of information within your organization.

#### 4. Validate your business ideas with Design Sprint

Without validation, it is difficult for ideas and products to work. That is precisely what you will do on the last day of the Sprint in a very concrete way.

#### Through Design Sprint you can design the validation plan of the business idea or functionality of your product

Being clear how the process will be, the time you are going to invest and the type of results with which we can continue the process of transferring your product to the market.

#### 5. Generates business and innovation.

Design Sprint gives your team a way of working to solve complex problems in a week

So you can achieve a new approach to the project that would have taken months, even years 6. Align expectations with your team

Making all departments share knowledge, needs, and strategy so that the result is a solution that satisfies and meets needs.

#### Being able to make your step to deploy is a cycle of continuous product integration 7. Help you measure

The sprint design uses measurement processes in the different phases that the methodology uses.

What allows you to measure the results obtained at the end of the process, as well as the impact of the same on your business and on the equipment and surplus generated during the process

#### 8. An agile and fast methodology that you can apply to your business

Once you internalize the Design Sprint methodology you can use it and coordinate it with other processes that you already have established in your project or business.

Typically, the first time you make a Sprint Design is tiring and difficult.

We recommend that you count with the help of a Sprint Master Certified to achieve these incredible results

words words words.... no evidence, facts, numbers, dates, names <-</li>
 Tom

#### Skeptical Observations <-TSG

- These claims are made by a seller of 'Design Sprint' training and certification service (<u>letshackity.com</u>)
- Most of the terms and concepts have poor definition, and are highly ambiguous (examples)
  - Design, Align Expectations, Investing (Product Dev), Complex Problems, measure the results, agile methodology, validation, and many more.
- Not one single **number** is offered to indicate the magnitude of improvements
- No clear baseline (who is going to get improved) is indicated
- No references to real case studies with results, costs, problems
- No comparison with any other known methods
- No links or references to anything
- Lots of causal assertions, none proven
- "This feedback is crucial <u>because</u> it helps you improve your product or service at the same time you design it"
- No indication or example of the types and magnitude of

http://www.letshackity.com/en/design-sprint-benefits-business-innovation/

Tesla: "20 production improvements **per week" = Agile Car Manufacturing** (50% Hardware). This is the same as our 'Evo', Dynamic Design to cost of which the Startup week is the first planning step.

Elon Reeve Musk - Chairman & Chief Executive Officer Tesla.

"Okay, I think that's a pretty open-ended questions, but – we have a philosophy of just continuous improvements, so every week there are approximately 20 engineering changes made to the car.

So it's not nearly as discrete as you're alluding to. With other manufacturers, they tend to sort of bundle everything together in a model year.

In our case, it's a series of rolling changes. So model year doesn't mean as much. There are cases where that step change may be a little higher than normal as, for example, with having the Autopilot camera, radar, and ultrasonics.

But we try to actually keep those step changes as small as possible.

And so that – I mean, essentially like the common questions that I get is from friends, they say, "when should I buy a Model S?" and my answer's always "right now," because – and they say, "well, aren't you going to make a better one in six months?" I'm like, yeah, of course.

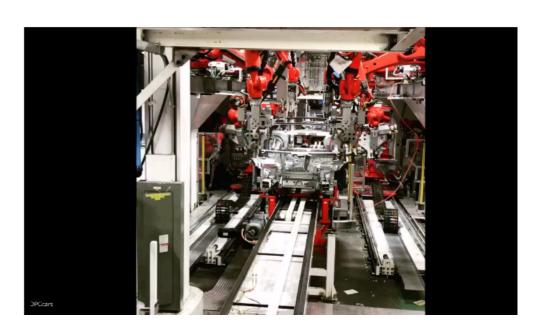
But if their goal is to only buy a Model S when there aren't significant improvements happening, then they will never buy one."

Source Gilb, Value Planning book, Quote 5.3 A. Musk on eternal continuous Tesla improvement. 20/week x 50 weeks = 1,000 improvements per year. Source: <a href="http://seekingalpha.com/article/3642146-tesla-motors-tsla-elon-reeve-musk-on-q3-2015-results-earnings-call-transcript?page=2&p=qanda&l=last">http://seekingalpha.com/article/3642146-tesla-motors-tsla-elon-reeve-musk-on-q3-2015-results-earnings-call-transcript?page=2&p=qanda&l=last</a>
November 3 2015.

The point here is about

1. very small incremental value delivery steps

2. decomposition into such small steps

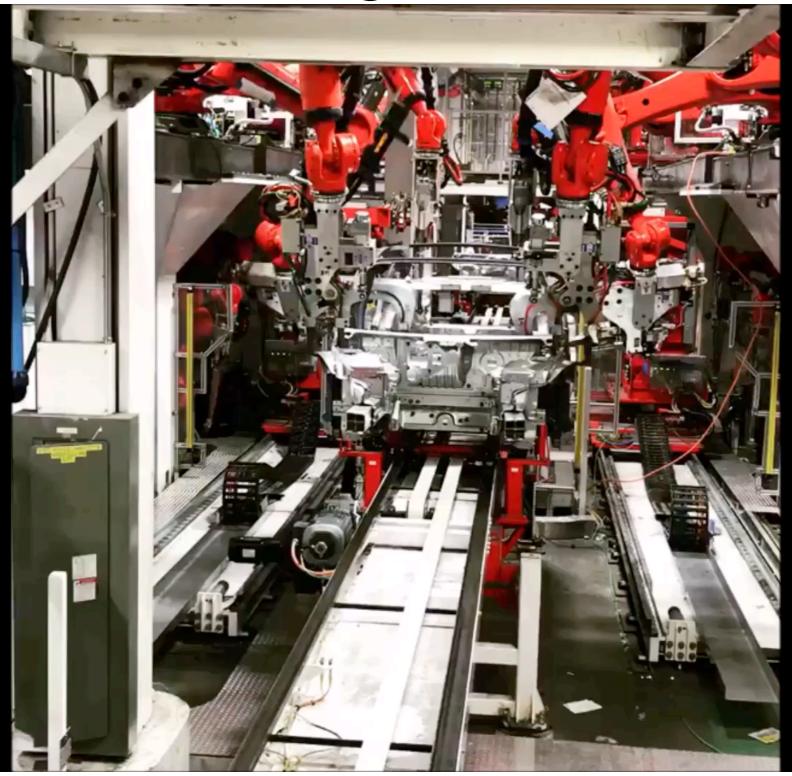


Actual Video on Next slide

Musk says in this video Model 3 has 10,000 parts

20

## Model 3 was 'Designed for Production'



**DPCcars** 





## Key Values: Quantified

**Improve** Sanitation

> Sustainability and Longevity

Data

Story and

Managing Risk

Methodology

Diffusing Knowledge

24

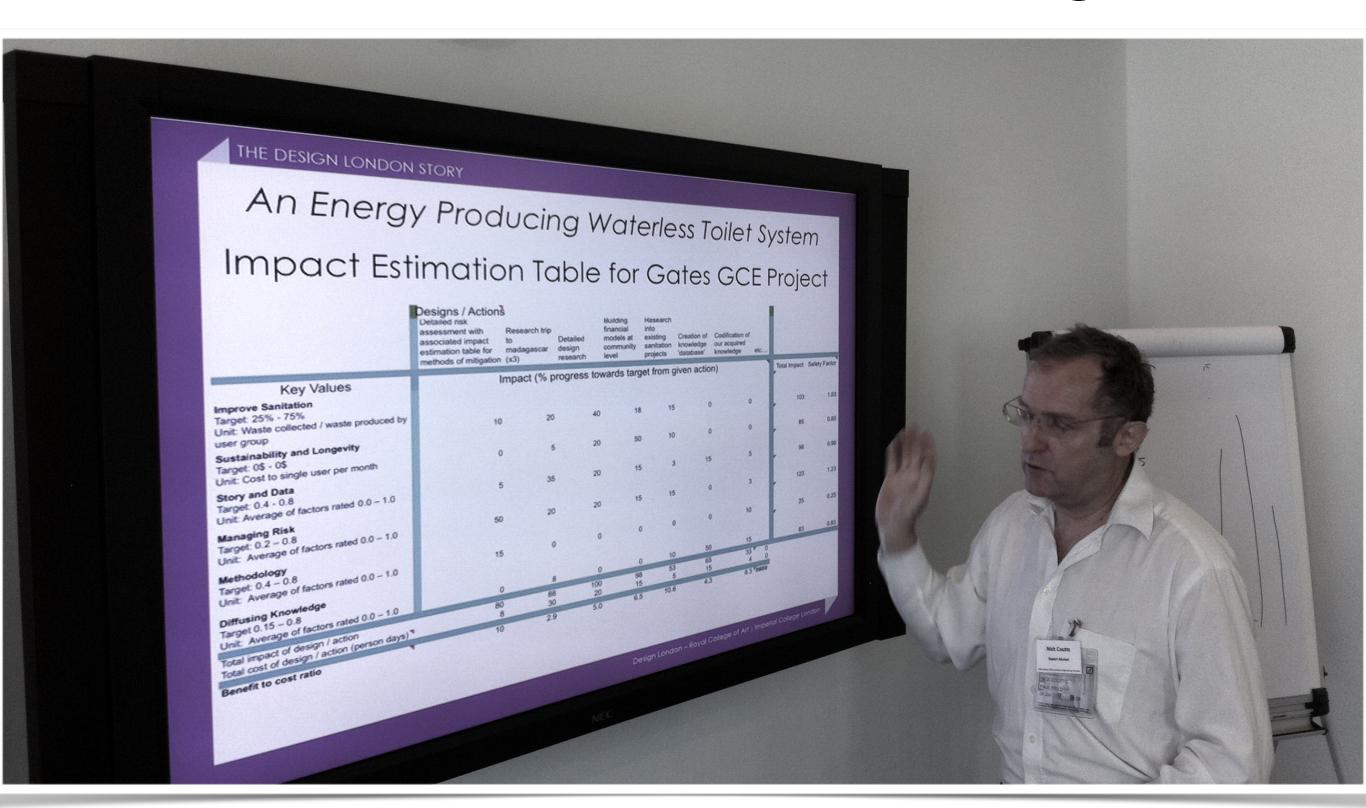
#### An Energy Producing Waterless Toilet System

## Impact Estimation Table for Gates GCE Project Designs / Actions\*

**Detailed risk** 

	assessment with associated impact estimation table for methods of mitigation	Research trip to madagasc ar (x3)	Detailed design research			knowledge	Codification of our acquired knowledge	etc	
Key Values Improve Sanitation Target: 25% - 75%		Impact (%	progress to	owards targ	et from giv	en action)			Total Impac
Unit: Waste collected / waste produced by user group	10	20	40	18	15	0	0		10
Sustainability and Longevity Target: 0\$ - 0\$ Unit: Cost to single user per month	0	5	20	50	10	0	0		8
Story and Data Target: 0.4 - 0.8 Unit: Average of factors rated 0.0 – 1.0	5	35	20	15	3	15	5		9
Managing Risk Target: 0.2 – 0.8 Unit: Average of factors rated 0.0 – 1.0	50	20	20	15	15	0	3		12
<b>Methodology</b> Target: 0.4 – 0.8 Unit: Average of factors rated 0.0 – 1.0	15	0	0	0	0	0	10		2
<b>Diffusing Knowledge</b> Target 0.15 – 0.8 Unit: Average of factors rated 0.0 – 1.0	0	8	0	0	10	50	15		8
Total impact of design / action all cost of design / action (person date)	80 nj 8	88 30	100 20	98 15	53 5	65 15	33 4	0	
Benefit to cost ratio	10	2.9	5.0	6.5	10.6	4.3	8.3	####	

## Nick Coutts Presenting



### FEEDBACK FROM LOOWATT

- They continued to use the planning method throughout the 14 month project
  - Because it helped keep them on track to the real critical objectives
- They highly recommended to their 20 parallel incubator projects, that they should also use these methods, for planning their startups



10. 2013 Smarta100 Awards 2013 – Top 100 Small Businesses in the UK, Biggest Social Impact Category

2013 SEMI-FINALIST

The Buckminster Fuller Challenge 2013 – Semi-finalist



07. 2013 Bill & Melinda Gates Foundation – Grand Challenges Explorations grant phase II



06. 2013 The Observer – Observer Ethical



02. 2013 Climate Change Week award – Best Product 2013



01. 2013 Innovate UK – Rushlight Resource Innovation Award



10. 2012 ClearlySo – Social business of the Year



01. 2013 Innovate UK – Rushlight Organic Resource Award



04. 2011 Bill & Melinda Gates Foundation – Grand Challenges Explorations grant phase I

27

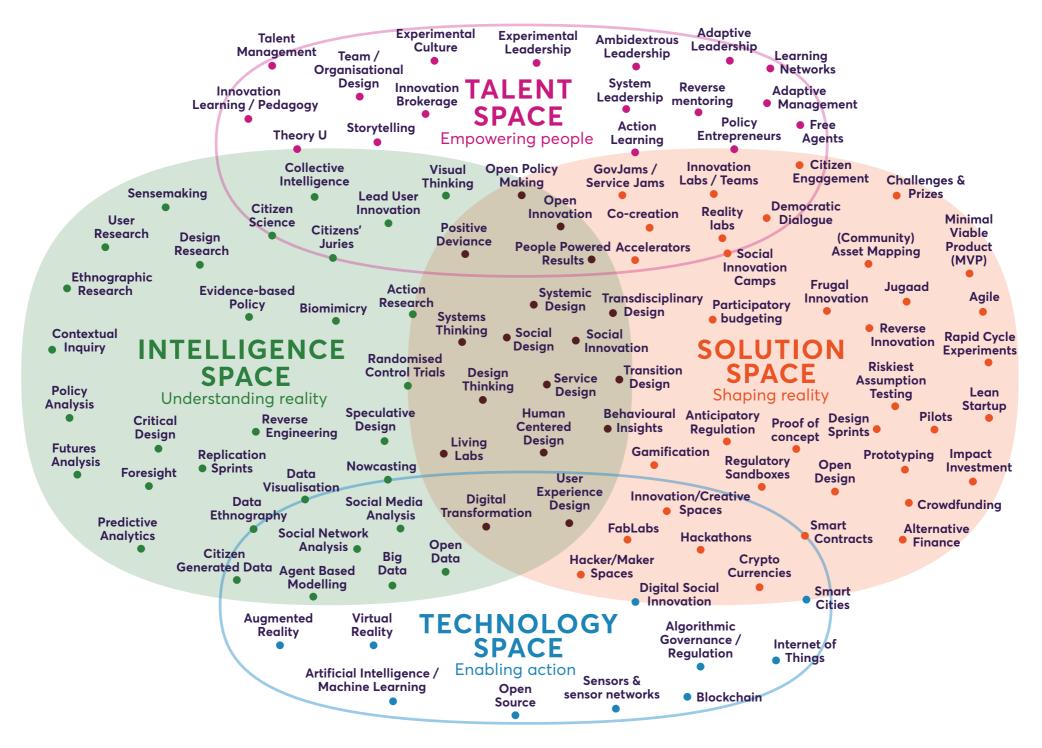
### Winners!



- The <u>Bill & Melinda</u> **Gates Foundation** has awarded Loowatt Ltd a \$1 million grant to expand its pioneering waterless toilet systems in Madagascar and Sub-Saharan Africa.
- 13.09.2013

#### Looking for an Innovation Method?

Landscape of Innovation Approaches Version 2 (December 2018)



nesta

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## End?

THE PLANGUAGE (SEE INNOVATIVE CREATIVITY BOOK I OFFERED YOU FREE )
AND NEEDSANDMEANS.COM (https://www.valplan.net)
TOOI

SHOULD GIVE THE STARTUP
A WAY TO KEEP TRACK OF ALL THE CONSIDERATIONS
NECESSARY FOR SUCCESS, AND SURVIVAL

THERE ARE VERY MANY THINGS TO 'WORRY ABOUT'

## Innovation

Useful, Practical, Purposeful

PL Concept \*679 Dec. 2 2014

Order of magnitude, or better, improvement in performance/cost efficiency,

of stakeholder-valued system attributes.

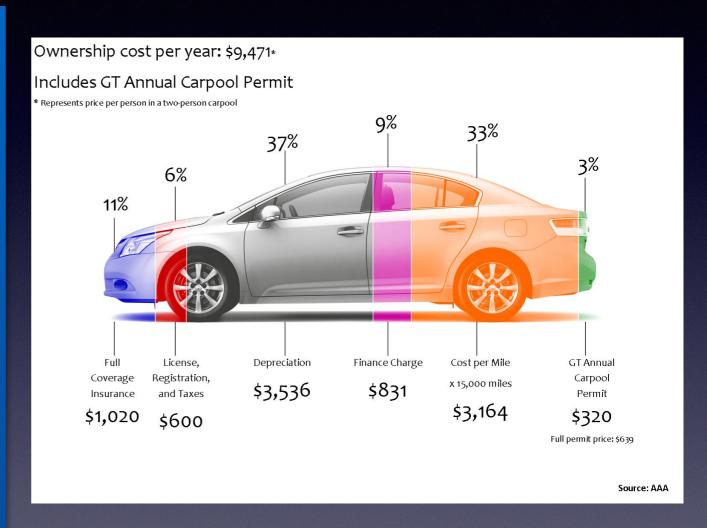
# Innovation How big?

- The 'order of magnitude (10:1)' concept is an arbitrary, but useful, concept in the definition.
- It is our way of being somewhat more precise about the concept of 'significant' (improvement).
- In given situations we can certainly argue that far less (25%, 250% improvement) would be considered 'innovation.
- So the degree of improvement needs to be argued in defined contexts.
- However, any '10 to 1' improvement in the ratio of performance and costs, will almost invariably be considered true innovation.
- The less than this it is,
  - the less 'innovation' degree.



## Innovation The COSTS aspect

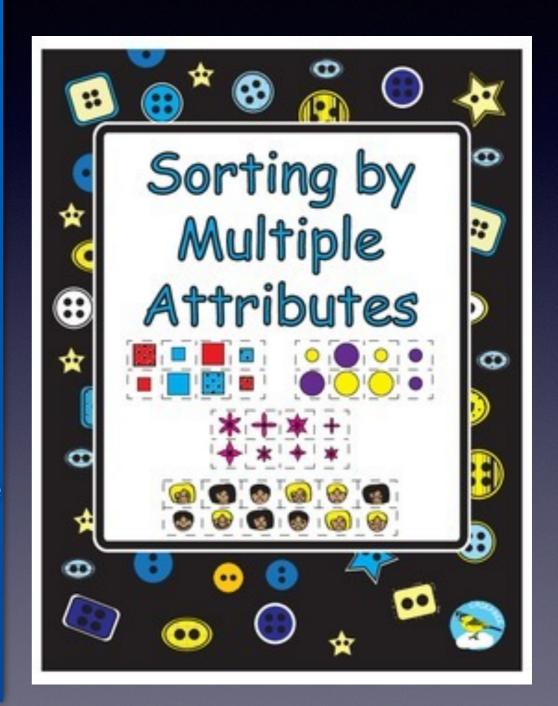
- Notice that we consciously avoided the trap of only considering the performance increases (and it can be several concurrent performance dimensions) alone.
- 2. We believe that practical innovation will consider the *costs* (plural!) incurred, as an integral factor to be evaluated in considering the true degree of innovation.
- I.e. big performance improvements are interesting innovation, but doing so at half the price, rather than infinitely costly is 'even more innovative' in the real world.



## Innovation

#### Multiple Attributes Thinking

- 1. Note that we very consciously include the notion of simultaneous improvement in any **useful set** of performance characteristics (for example Usability, and Security),
- 2. together with any **useful set** of cost characteristics (for example Capital Cost, and Installation time).
- The more attributes improved, the more 'innovation.
- All improvements deserve evaluation and credit.



## Some Principles of Useful Innovation Resulting from Practical Purposeful Creativity and also Some measurable attributes of Innovation

UNIVERSALITY: 1. Innovation is more useful when it applies to more circumstances

ETERNALITY: 2. Innovation is worth more if it can be applied for a long time after learning it

VALUE: 3. Innovation is more useful if there is a high value from applying it

SHARING: 4. Innovation is more useful if it can <u>easily be shared</u> with others

PROOF: 5. Innovation is useful when <u>early</u> feedback can <u>prove its usefulness</u> in practice

SYNCHRONOUS: 6. Innovation is more useful when it <u>can be used</u> together with a <u>larger body of Innovation</u>

MEASURABIILITY: 7. Innovation is more useful when the results of its application can be measured

ACCEPTANCE: 8. Innovation is more useful when it is widely accepted in your culture.

COST: 9. Innovation is more useful when the <u>cost</u> of applying it is <u>low</u>.

4 June 2015

GENERATION: 10. Innovation is more useful when is can be used to generate even more useful innovation.

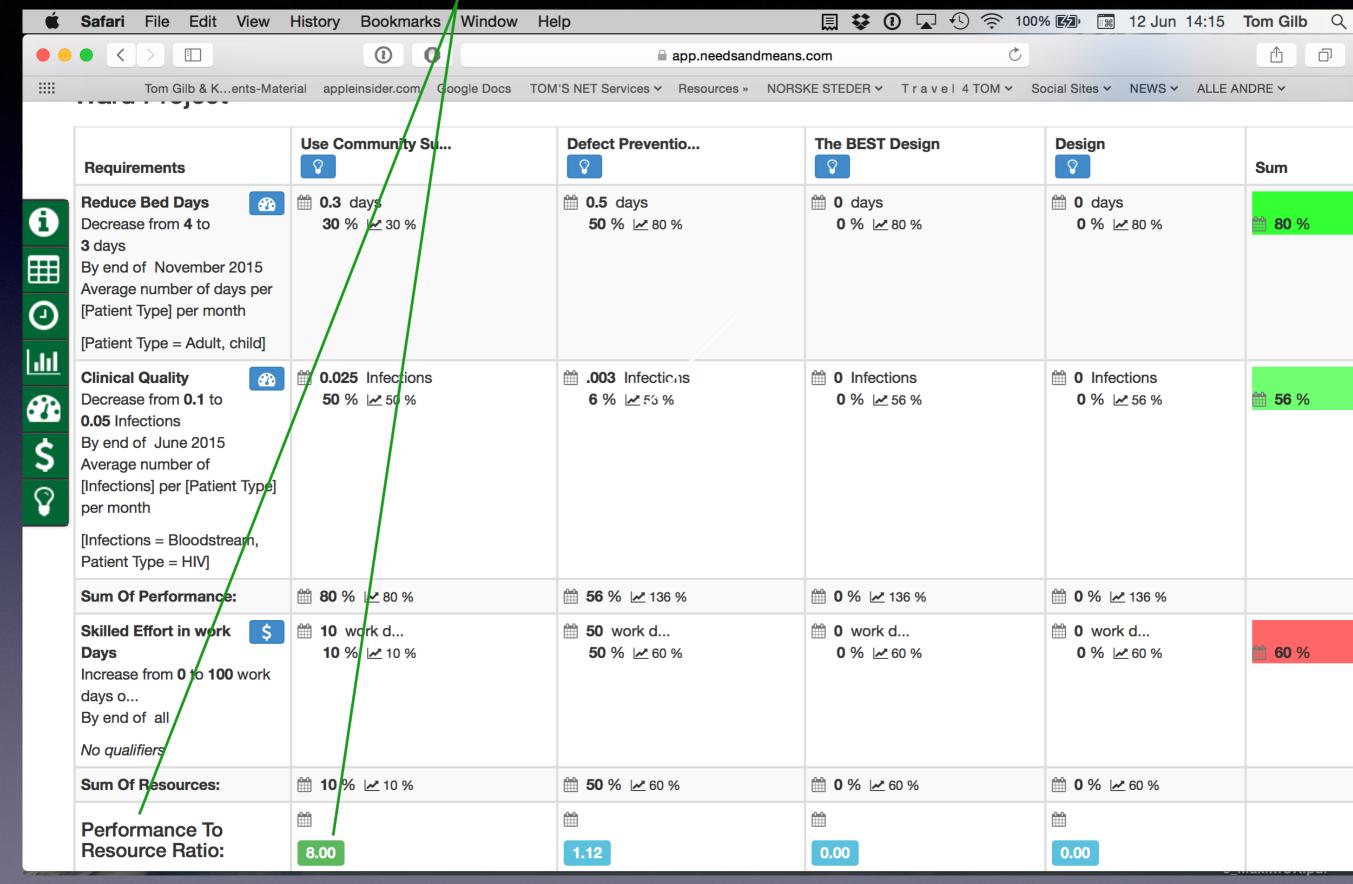
© Gilb.com

## Innovation is 'Plural-Efficiency Improvement'

So, our concept is 'plural efficiency' improvement,

of significant dimension

(10:1 as a benchmark idea, but not only possibility).



### Main ideas or Principles

- Numeric Requirements
  - can stimulate creativity and innovation
  - can *protect* 'creative ideas'
    - from being dismissed

# Creative Design Principles supported by Metrics

- Estimating and measuring the effects of ideas, on your requirements
  - · will stimulate people to find better ideas
  - will <u>defend</u> good enough ideas
  - · will help teams to prioritise and agree on good or promising ideas
  - will make people <u>responsible</u> for the results of their ideas, and thus motivate them to
    - make sure they work
    - even if they need 'better definition' to succeed

# My basic 'paper' on 'Creativity'

Practical Purposeful Creativity paper

Journal: AI & SOCIETY · Volume 7 ... Author, 1993

http://www.gilb.com/tikidownload\_file.php?fileId=22

#### **Practical Purposeful Creativity Constructs**

by Tom Gilb,

Independent Consultant and Author,

Ormerudveien 4C, N-1410

Kolbotn, Norway

Telephone: +47-66-801697, Tom@Gilb.com, +47 920 66 705

URL www.Gilb.com

Version Updated May 4 2006, Nov 6 2008 (address, Imagination definition at

end)

#### Introduction

This paper is written as an invited contribution to a book "Creativity, Innovation and Cooperation" (Springer) and a special issue of "AI & Society: the Journal of Human-Centred Systems and machine Intelligence". The editor is Robert C. Muller (Fax +44-491-579750). Published around 1992.

#### Definitions.

**Creativity**: accessing ideas to improve some values.

**Practical (INDUSTRIAL) Creativity**: Systematic Identification of ideas which serve useful human purposes

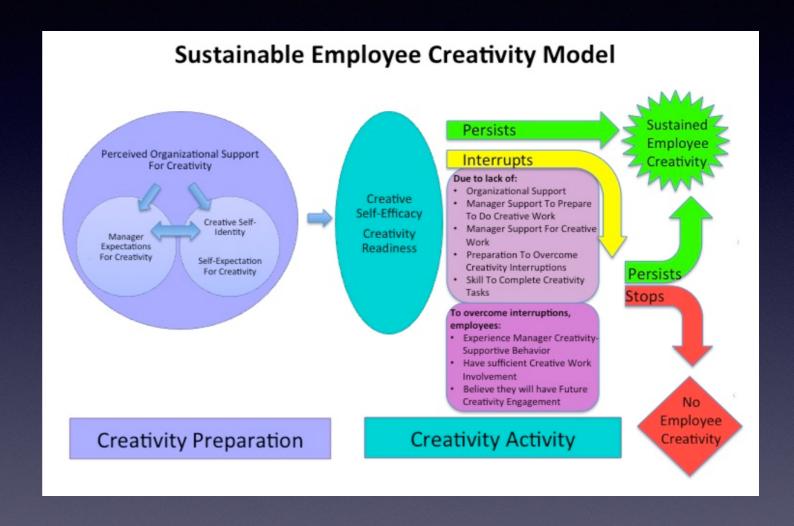
**Purposeful Creativity**: Identification and validation of ideas which meet specified objectives.

Part One: A Theory of Practical Creativity.

Creativity is a result of the creativity process structure and its particular agent.

A creative process is more or less suitable (or "good") for its purposes as a result of:

- its structure (how the creative process is defined and managed)
- who does it (the individual, the team, the organization).
- its <u>resources</u> (time, money, knowledge base)



### My Ten fundamental principles of Practical Creativity

(1993)

- 1. *Practical* creativity must have a defined purpose which is objectively measurable.
- 2. Practical creativity must operate in multiple purpose dimensions at the same time.
- 3. The result of practical creativity depends on the clarity of the stated objectives.
- 4. The result of practical creativity depends on the nature of the creativity process and the agents employed to do it.
- 5. Any creativity objectives initially defined, will tend to change as time goes on due to changed perceptions, changed external world and experience with delivering partial results.
- 6. The practical creative process follows the rules of any similar "design", "planning" or "engineering process": it is merely a higher level generalization of them.
- 7. The "net value" of an additional idea for solving a defined problem can be estimated in relation to remaining unsatisfied objectives. How far will the idea move us in the direction of our final objectives, from where we are at the moment?
- 8. The degree of yet unsatisfied objectives for a problem being solved, determines the priority needed for continued creative effort. This (degree of yet unsatisfied objectives) is a function of previously accepted or applied ideas and of any changed objectives since they were originally defined.
- 9. Seemingly "bureaucratic" idea management processes can stimulate, protect and justify creative effort. Total freedom of thought is not necessarily the best way to get useful creativity.
- 10. If a creative effort fails to satisfy even a <u>single</u> real, defined or not, critical success factor then it is, in practice, a total failure. It serves no useful purpose.

- 1. Measurable Purpose
- 2. Multiple Purposes
- 3. Goal clarity is critical
- 4. Process+ Agents = Result
- 5. Change happens
- 6. Creation = Engineering =
- **Planning**
- 7. Degrees of Innovation Evolve
- 8. Unsatisfied goals = Priority Signal
- 9. Constraints and Targets **stimulate** creativity
- 10. We must satisfy ALL critical factors (even unknown ones)

End of ?? minute talk

Now some exercises
or if time

let's look at DPP as metrics driven innovation

If there is not time for this in 20 minutes, then put off, to another opportunity

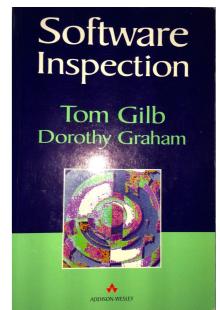
#### **Defect Prevention Process**

(IBM 1990)

Metrics Driven Innovation

## DPP is described in the Software Inspection book 1993

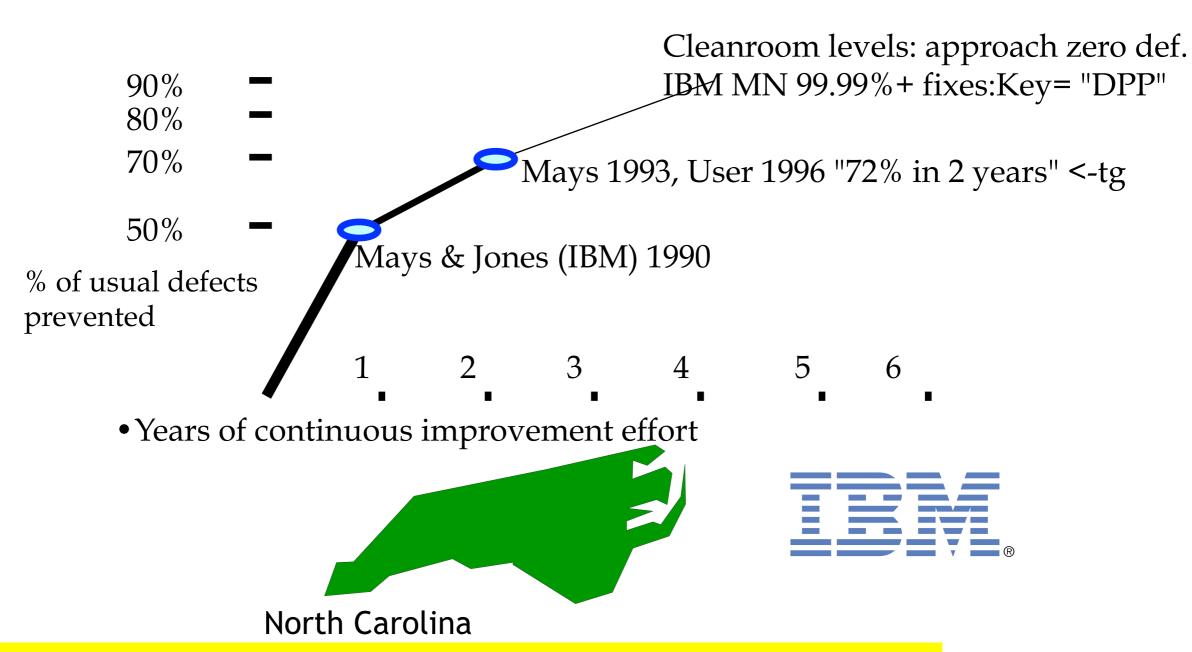
- 2 Chapters on DPP
  - 7 By Tom (DPP with Inspection)
  - 17 by Robert Mays



- R Mays IBM SJ, Paper on
- 'Defect Prevention Process', DPP
  - http://www.gilb.com/tiki-download\_file.php?fileId=457

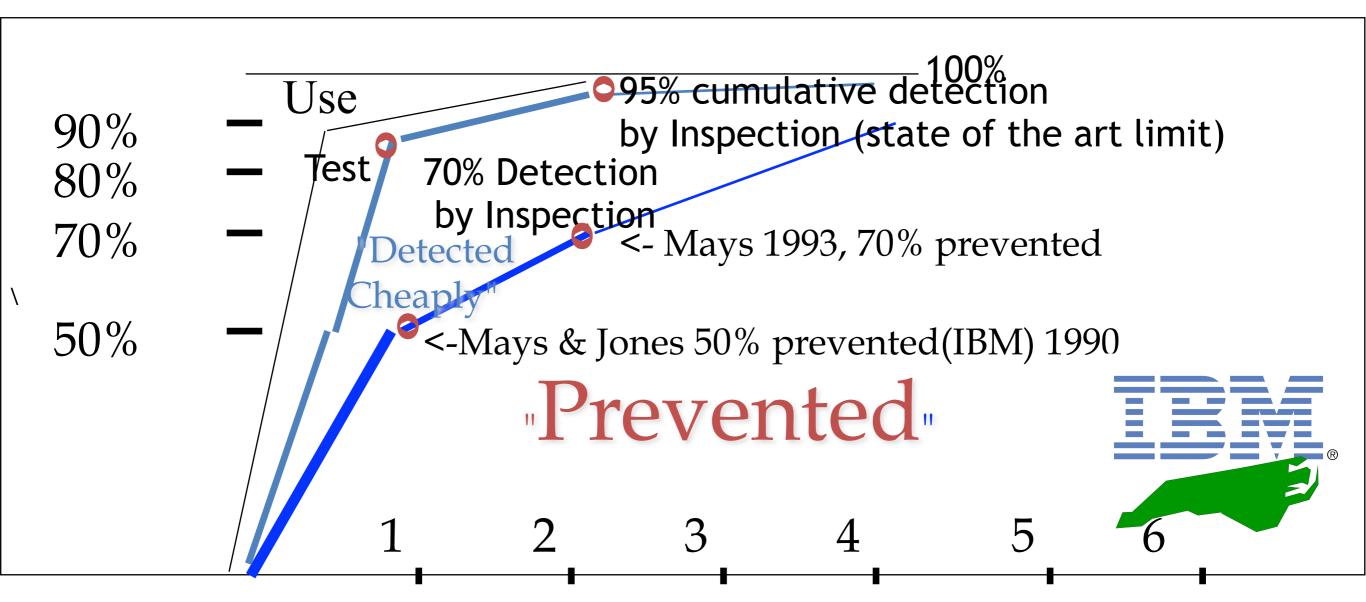


## Defect Prevention Experiences: Most defects can be prevented from getting in there at all



Tom@Gilb.com www.gilb.com

### Prevention + Pre-test Detection is the most effective and efficient



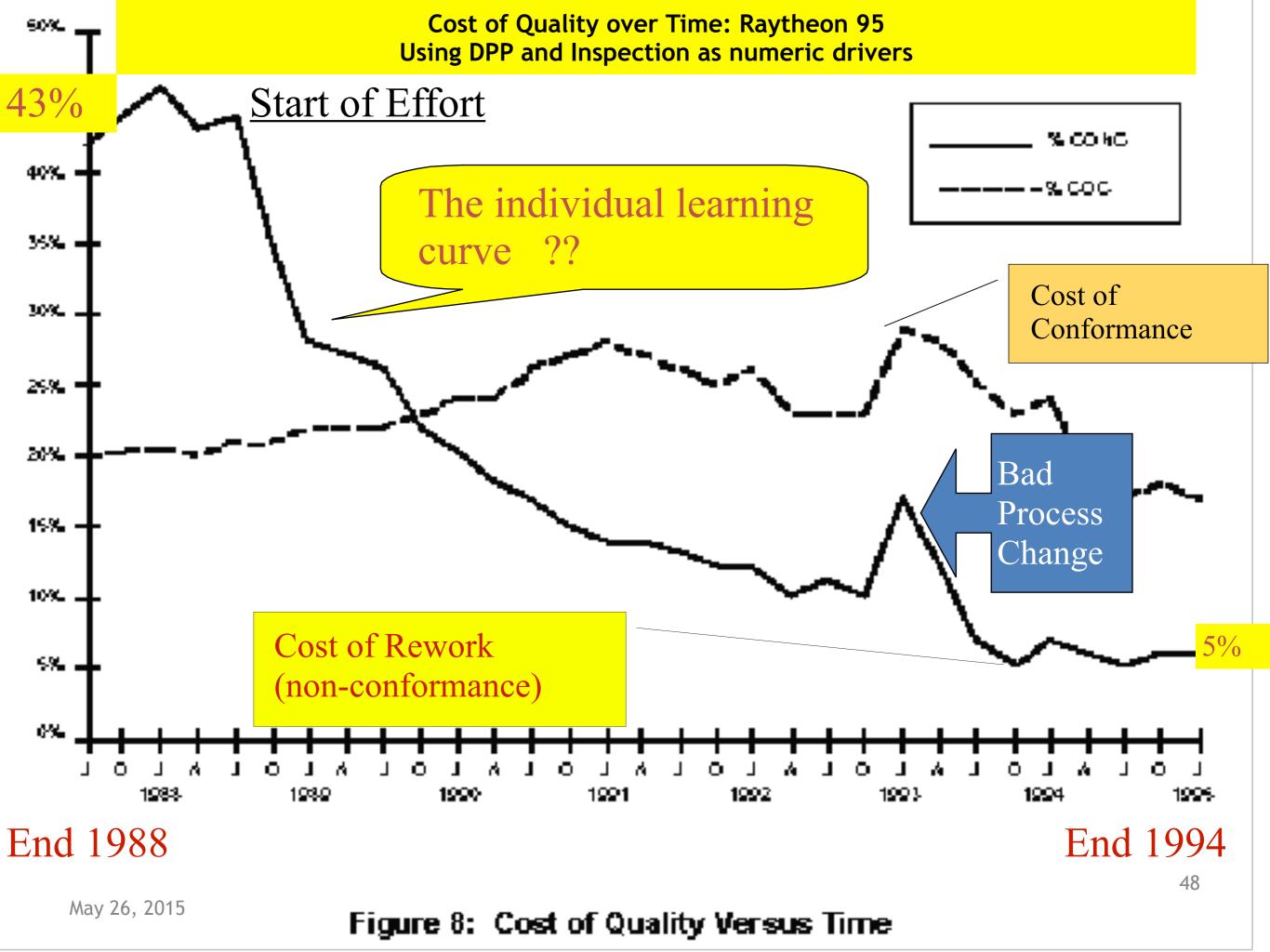
- <u>Prevention</u> data based on state of the art prevention experiences (IBM RTP), Others (Space Shuttle IBM SJ 1-95) 95%+ (99.99% in Fixes)
- Cumulative Inspection <u>detection</u> data based on state of the art Inspection (in an environment where prevention is also being used, IBM MN, Sema UK, IBM UK)

### IBM MN & NC DP Experience

- 2162 DPP Actions implemented
  - between Dec. 91 and May 1993 (30 months)<-Kan</li>
- RTP about 182 per year for 200 people.<-Mays 1995</li>
  - 1822 suggested ten years (85-94)
  - 175 test related
- RTP 227 person org<- Mays slides</li>
  - 130 actions (@ 0.5 work-years
  - 34 causal analysis meetings @ 0.2 work-years
  - 19 action team meetings @ 0.1work-years
  - Kickoff meeting @ 0.1 work-years
  - TOTAL costs 1% of org. resources
- ROI DPP 10:1 to 13:1, internal 2:1 to 3:1
- Defect Rates at all stages 50% lower with DPP







# Exercises and Discussion

30 minutes

# Exercise 1 Clear Requirements stimulate more-useful innovation

### Frank's Objective



## Objective: Vague But 'Poetic'

Fly Me To The Moon
Fly me to the moon
Let me play among the stars
Let me see what spring is like
On a-Jupiter and Mars
In other words, hold my hand
In other words, baby, kiss me



Quincy Jones presents platinum copies of Frank Sinatra's album to Senator John Glenn and Apollo 11 Commander Neil Armstrong

## Brainstorm and tell 2 best solutions 3 minutes

- Requirement 1
- Window side of room
- Amnition: Cheapest way to 'fly me' to the moon

- Requirement 2
- Wall side of room
- Ambition: Safest way to allow 'me' to roam the moon, observe it, communicate on it

# Exercise 2 Evaluating solutions for Impact

How good are solutions?
How well do they match requirements?

- Requirement 1
- Window side of room
- Cheapest way to 'fly me' to the moon

How much will that cost approximately?

- Requirement 2
- Wall side of room
- Safest way to allow 'me' to roam the moon, observe it, communicate on it

How safe is your solution for my life and health?

### Questions to discuss

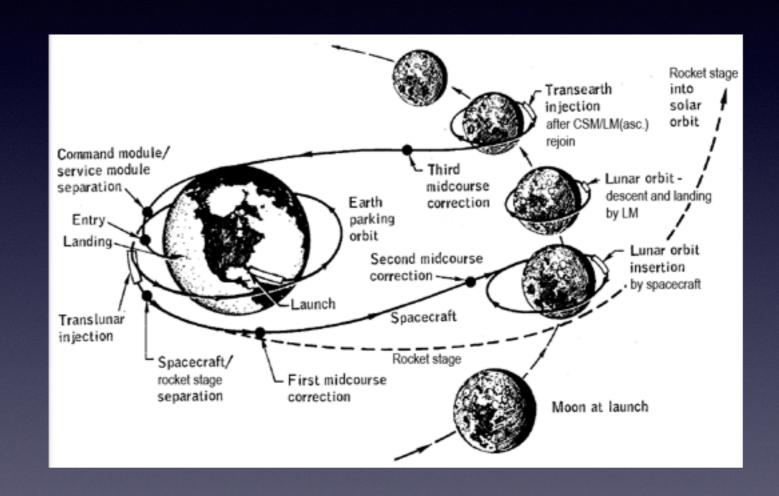
- Did either requirement clarify what solutions could be used and which could not be used?
- Can both requirements be applied at the same time
  - R1: Cheapest way to 'fly me' to the moon
- R2: Safest way to allow 'me' to roam the moon, observe it, communicate on it
- and if so does that change the solutions available?

# Exercise 3 Extreme, Beyond State of the Art, requirements

do they provoke creativity?

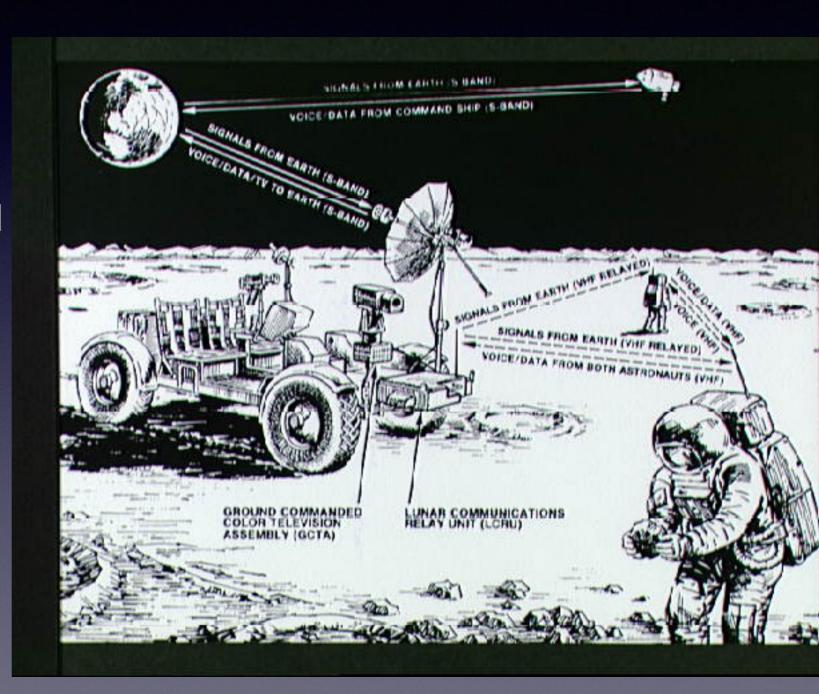
### Innovation Challenge

- I want to
- get to the moon and back
- in 10 seconds



# Changing problem formulation

- OR, REPHRASED
- "Get my Perception and Voice/Image
  - from Earth, and to the moon
  - within 10 seconds
  - within a decade"



### Solution?

Telepresence
Robot sent to moon
might be a solution



Best Regards, Ray

E. Ray Arell, Jr. I Director of Intel Emergent Systems and Coaching I w: 503-264-9120 m: 503-705-6982 web: Agile and Lean CoP



# Exercise 4 Put the 2 requirements and 2 solutions on an Impact Table using Richard Smiths tool or a flipchart and evaluate the designs

D1:Telepresence Robot D2 Ship on next unmanned moon mission

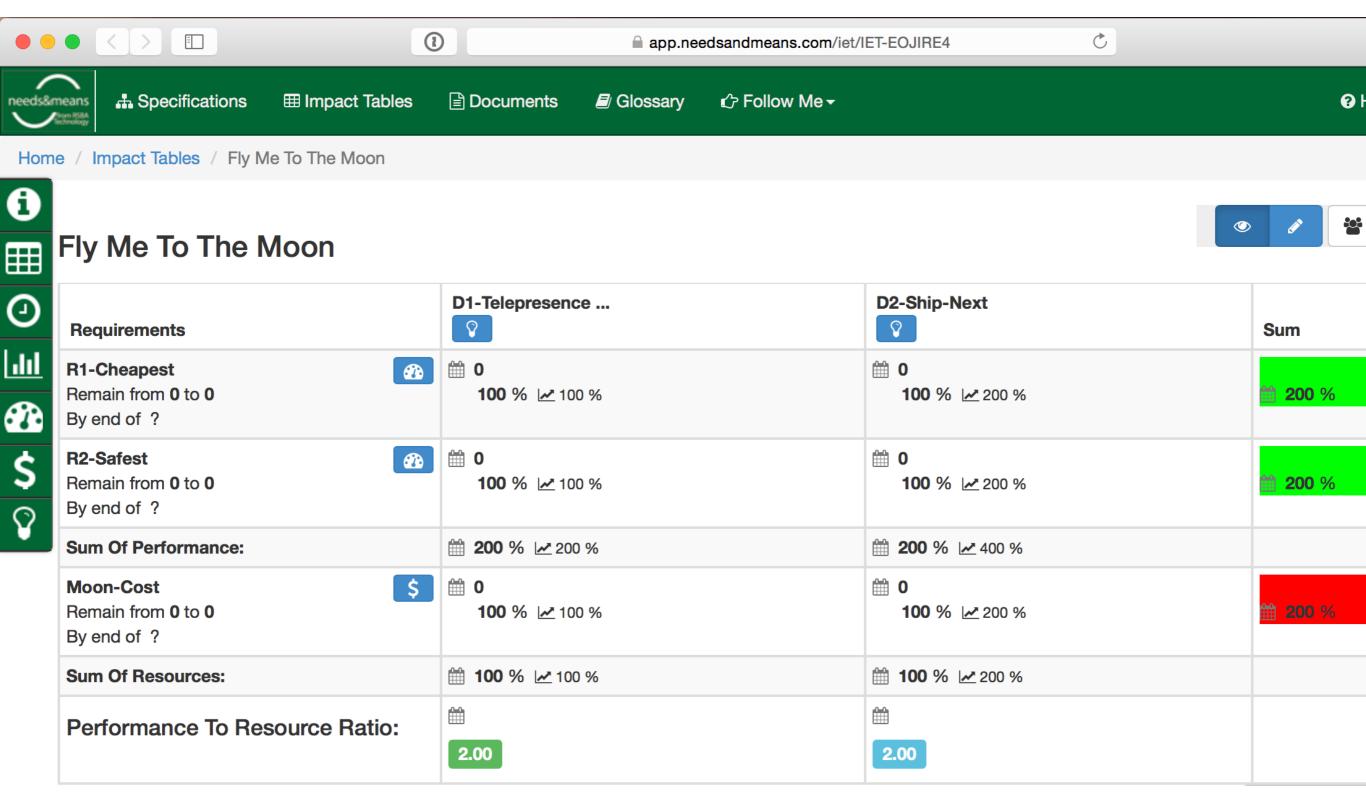
R1 Cheapest

> R2 Safest

> > Cost

(R1+R2)/Cost

#### https://app.needsandmeans.com/iet/IET-EOJIRE4



#### Some Principles of Useful Knowledge and also Some measurable attributes of Knowledge

**UNIVERSALITY:** 1. Knowledge is more useful when it applies to more circumstances

**ETERNALITY**: 2. Knowledge is more worth learning if it can be applied for a long time after learning it

VALUE: 3. Knowledge is more useful if there is a high value from applying it

SHARING: 4. Knowledge is more useful if it can easily be shared with others

**PROOF**: 5. Knowledge is useful when early feedback can prove its usefulness in practice

**SYNCHRONOUS:** 6. Knowledge is more useful when it can be used together with a larger body of knowledge

**MEASURABIILITY:** 7. Knowledge is more useful when the results of its application can be measured

ACCEPTANCE: 8. Knowledge is more useful when it is widely accepted in your culture.

COST: 9. Knowledge is more useful when the cost of applying it is low.

**GENERATION**: 10. Knowledge is more useful when is can be used to generate even more useful knowledge.



### End Last slide